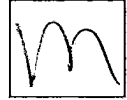


ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-01877A
Mountain Dell Water, Inc.
1341 W. Palmer Ave.
Flagstaff, AZ 86001

FILED

FILED
12/10/2006

ANNUAL REPORT

FOR YEAR ENDING

12	31	2006
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FOR COMMISSION USE

ANN 04	06
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PROCESSED BY:

3-26-07 RF

SCANNED

COMPANY INFORMATION

Company Name (Business Name) <u>Mountain Dell Water, Inc.</u>			
Mailing Address <u>1492 Palmer</u>			
<u>Flagstaff</u> (City)		<u>AZ</u> (State)	<u>86001</u> (Zip)
<u>928 774-9550</u>			
Telephone No. (Include Area Code)		Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address _____			
Local Office Mailing Address _____			
(Street)			
(City)		(State)	(Zip)
Local Office Telephone No. (Include Area Code)		Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address _____			

MANAGEMENT INFORMATION

Management Contact: <u>Peter Reznick</u>		<u>President</u>	
(Name)		(Title)	
<u>1500 Palmer</u>		<u>Flagstaff</u>	<u>AZ 86001</u>
(Street)		(City)	(State) (Zip)
Telephone No. (Include Area Code)		Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address <u>Peterreznick@msn.com</u>			
On Site Manager: <u>SAME</u>			
(Name)			
(Street)		(City)	(State) (Zip)
Telephone No. (Include Area Code)		Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address _____			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Same

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney:

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☒ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☒ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME

*Mountain Dell Water, Inc.***UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	<i>1000</i>	<i>1000</i>	<i>Ø</i>
307	Wells and Springs			
311	Pumping Equipment	<i>24740</i>	<i>5721</i>	<i>19019</i>
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	<i>14519</i>	<i>11963</i>	<i>2556</i>
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	<i>52403</i>	<i>52204</i>	<i>199</i>
340	Office Furniture and Equipment			
341	Transportation Equipment	<i>5000</i>	<i>5000</i>	<i>Ø</i>
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment	<i>16558</i>	<i>16558</i>	<i>Ø</i>
346	Communication Equipment			
347	Miscellaneous Equipment	<i>2000</i>	<i>2000</i>	<i>Ø</i>
348	Other Tangible Plant	<i>2971</i>	<i>2971</i>	<i>Ø</i>
	TOTALS	<i>119191</i>	<i>93417</i>	<i>21774</i>

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

*Mountain Dell Water, Inc.***CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs			
311	Pumping Equipment	<i>24740</i>	<i>15 yr</i>	<i>1049</i>
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	<i>14519</i>	<i>5 yr</i>	<i>2221</i>
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	<i>52403</i>	<i>5 yr.</i>	<i>795</i>
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	<i>91662</i>		<i>4065</i>

This amount goes on the Comparative Statement of Income and Expense _____
 Acct. No. 403.

COMPANY NAME

*Mountain Dell Water, Inc.***BALANCE SHEET**

Acct .No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ <i>11893</i>	\$ <i>2053</i>
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ <i>11893</i>	\$ <i>2053</i>
	FIXED ASSETS		
101	Utility Plant in Service	\$ <i>111911</i>	\$ <i>114191</i>
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	<i>98510</i>	<i>98417.</i>
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ <i>13401</i>	\$ <i>20774</i>
	TOTAL ASSETS	\$ <i>25294</i>	\$ <i>22827</i>

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

*Mountain Dell Water, Inc***BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	<i>1435</i>	<i>1488</i>
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ <i>1435</i>	\$ <i>1488</i>
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$ <i>1435</i>	\$ <i>1488</i>
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ <i>22000</i>	\$ <i>22000</i>
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	<i>1859</i>	<i>(661)</i>
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ <i>23859</i>	\$ <i>21339</i>
	TOTAL LIABILITIES AND CAPITAL	\$ <i>25294</i>	\$ <i>22827</i>

COMPANY NAME	<i>Mountain Dell Water, Inc.</i>
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COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ <i>38257</i>	\$ <i>44980</i>
460	Unmetered Water Revenue		
474	Other Water Revenues	<i>540</i>	<i>630</i>
	TOTAL REVENUES	\$ <i>38797</i>	\$ <i>45610</i>
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	<i>6158</i>	<i>9608</i>
618	Chemicals		
620	Repairs and Maintenance	<i>3117</i>	<i>14567</i>
621	Office Supplies and Expense	<i>3288</i>	<i>2352</i>
630	Outside Services	<i>1688</i>	<i>3682</i>
635	Water Testing	<i>508</i>	<i>1494</i>
641	Rents	<i>7200</i>	<i>4500</i>
650	Transportation Expenses		
657	Insurance – General Liability	<i>4390</i>	<i>3817</i>
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	<i>201</i>	<i>352</i>
403	Depreciation Expense	<i>2998</i>	<i>4065</i>
408	Taxes Other Than Income	<i>2462</i>	<i>2542</i>
408.11	Property Taxes	<i>1511</i>	<i>1271</i>
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ <i>33521</i>	\$ <i>48250</i>
	OPERATING INCOME/(LOSS)	\$ <i>5276</i>	\$ <i><2640></i>
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$
	NET INCOME/(LOSS)	\$ <i>5276</i>	\$ <i><2640></i>

COMPANY NAME

*Mountain Dell Water, Inc.***SUPPLEMENTAL FINANCIAL DATA****Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 1488

Meter Deposits Refunded During the Test Year

\$ 38

COMPANY NAME	<i>Mountain Dell Water, Inc.</i>	
Name of System	<i>SAME</i>	ADEQ Public Water System Number (if applicable) <i>403015</i>

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
<i>55-802024</i>	<i>20</i>	<i>22</i>		<i>10</i>	<i>2"</i>	<i>1956</i>
<i>55-802025</i>	<i>20</i>	<i>37</i>		<i>10</i>	<i>2"</i>	<i>1975</i>

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
<i>10</i>	<i>1</i>		
<i>15</i>	<i>1</i>		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
<i>10,000</i>	<i>4</i>	<i>2000</i>	<i>1</i>

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	<i>Mountain Dell Water, Inc.</i>	
Name of System	<i>Samg</i>	ADEQ Public Water System Number (if applicable) <i>403015</i>

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	<i>steel pipe</i>	<i>4000</i>
3		
4		
5		
6		
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	<i>85</i>
3/4	
1	<i>1</i>
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

STRUCTURES:

Pump house, Power house, well houses

OTHER:

Tanks, Pressure Tank, Truck, Backhoe

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME:	<u>Mountain Dell Water, Inc.</u>	
Name of System	<u>5 nme</u>	ADEQ Public Water System Number (if applicable) <u>403015</u>

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	<u>86</u>	<u>360</u>	<u>360</u>	
FEBRUARY	<u>86</u>	<u>373</u>	<u>373</u>	
MARCH	<u>86</u>	<u>348</u>	<u>348</u>	
APRIL	<u>86</u>	<u>322</u>	<u>322</u>	
MAY	<u>86</u>	<u>541</u>	<u>541</u>	
JUNE	<u>86</u>	<u>541</u>	<u>541</u>	
JULY	<u>86</u>	<u>672</u>	<u>672</u>	
AUGUST	<u>86</u>	<u>475</u>	<u>475</u>	
SEPTEMBER	<u>86</u>	<u>446</u>	<u>446</u>	
OCTOBER	<u>86</u>	<u>484</u>	<u>484</u>	
NOVEMBER	<u>86</u>	<u>457</u>	<u>457</u>	
DECEMBER	<u>86</u>	<u>352</u>	<u>352</u>	
TOTALS →		<u>5,271</u>		

What is the level of arsenic for each well on your system? #1 - 10025
 (If more than one well, please list each separately.) #2 10034mg/l

If system has fire hydrants, what is the fire flow requirement? N/A GPM for ____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
 () Yes () No N/A

Is the Water Utility located in an ADWR Active Management Area (AMA)?
 () Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
 () Yes (X) No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Mountain Dell Water, Inc. YEAR ENDING 12/31/2006

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2006 was: \$ 1271

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

Coconino County Treasurer Tax Receipt

Phone: (928) 779-6615

Pg: 1

BATCH: 5249799

CNTR

Payment Date: 10/16/2006

Interest Date: 10/16/2006

Printed by: LPOND

Paid by: MOUNTAIN DELL WATER INC CK 3688

1492 W PALMER AVE
FLAGSTAFF, AZ 86001

PAID

OCT 16 2006

Balance Due: **BONNY LYNN** paid by

Description	Amount
917-50-100 2006 TAXES	1,270.74
TOTL	1,270.74 *
TOTAL PAID	1,270.74

The balance due might contain amounts from previous delinquent years.

TOTAL VALUE OF OPERATING PROPERTY

112-11-008 13,720 112-11-015 12,963

006 FIRST HALF PAYMENT COUPON

DETACH AND RETURN WITH PAYMENT

Make check payable to:

Payment in U.S. FUNDS

Due October 1, 2006

MOUNTAIN DELL WATER INC

7-50-100 5 0072199

Delinquency Date First Half Payment

Penalty for late payment is 16% per year prorated monthly as of the 1st day of the month for payments postmarked after 5:00 P.M. November 2006 (ARS 42-18052 and ARS 42-18053).

If total property tax of \$100 or less must be paid full using the first payment coupon, no later than November 1, 2006 at 5:00 p.m.

To pay taxes for the full year, send the 1st half coupon with your payment postmarked no later than Dec. 31, 2006. Delinquent interest will be waived.

Bonny Lynn
Coconino County Treasurer
110 E Cherry Ave
Flagstaff AZ 86001-4627

TO PAY 1ST HALF ONLY PAY >

TO PAY FULL YEAR TAX PAY >

635.37

1,270.74

If your mortgage company makes your property tax payments consider this notice as a courtesy copy for your records only.



*91750100

Bonny Lynn
Coconino County Treasurer
110 E Cherry Ave
Flagstaff AZ 86001-4627

PAID

OCT 16 2006

BONNY LYNN

2006 9175010005 1 00000012707400000063537

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>Coconino</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Peter Reznick - President</u>
COMPANY NAME	<u>Mountain Dell Water, Inc.</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

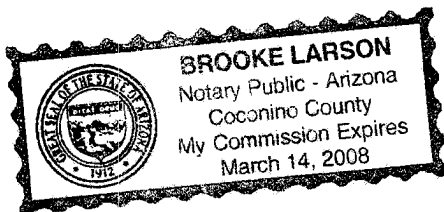
MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2006</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



Peter Reznick
SIGNATURE OF OWNER OR OFFICIAL

928 774 9550

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

22

DAY OF

(SEAL)

COUNTY NAME	<u>Coconino</u>
MONTH	<u>March</u>
	<u>2007</u>

Brooke Larson
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 03-14-2008

COMPANY NAME Mountain Dell Water, Inc. YEAR ENDING 12/31/2006

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported

Estimated or Actual Federal Tax Liability

< 2640 >

0

State Taxable Income Reported

Estimated or Actual State Tax Liability

< 2640 >

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances

Amount of Gross-Up Tax Collected

Total Grossed-Up Contributions/Advances

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Peter Reznick

SIGNATURE

3/22/07

DATE

Peter Reznick

PRINTED NAME

President

TITLE

**VERIFICATION
AND
SWORN STATEMENT**
Intrastate Revenues Only

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Coconino</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Peter Reznick - President</u>
COMPANY NAME	<u>Mountain Dell Water, Inc.</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

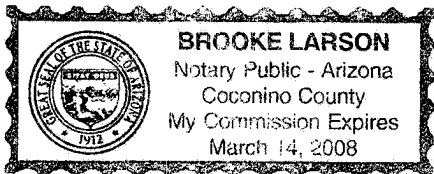
FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2006</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:



Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 45610

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 2542
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST
INCLUDE SALES TAXES BILLED OR
COLLECTED. IF FOR ANY OTHER REASON,
THE REVENUE REPORTED ABOVE DOES NOT
AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE
STATEMENTS THAT RECONCILE THE
DIFFERENCE. (EXPLAIN IN DETAIL)**

Peter Reznick
SIGNATURE OF OWNER OR OFFICIAL

928 774 9550
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 22 DAY OF

(SEAL)

COUNTY NAME	<u>Coconino</u>
MONTH	<u>March</u>
	<u>2007</u>

Brooke Larson
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 03-14-2008

RECEIVED
Mar 20 2006
Phoenix

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE**
Intrastate Revenues Only

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Cocconino</u>	
NAME (OWNER OR OFFICIAL) <u>Peter Reznick</u>	TITLE <u>President</u>
COMPANY NAME <u>Mountain Dell Water, Inc.</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

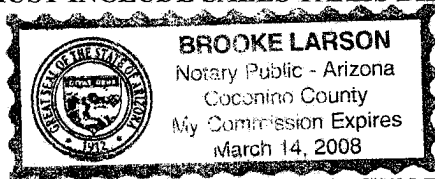
SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2006 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ <u>45610</u>
--

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 2542
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.



SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

<u>22</u>

DAY OF

Peter Reznick
SIGNATURE OF OWNER OR OFFICIAL
928-774-9550
TELEPHONE NUMBER

NOTARY PUBLIC NAME <u>Brooke Larson</u>
COUNTY NAME <u>Cocconino</u>
MONTH <u>March</u> 20 <u>07</u>

(SEAL)

MY COMMISSION EXPIRES 03 14 2008

X Brooke Larson
SIGNATURE OF NOTARY PUBLIC